

2008 Proposed General Fund Financial Plan

Footnotes

- (a) The 2006 Actual column reflects actual amounts as reported in the 2006 Comprehensive Annual Financial Report (CAFR).
- (b) Revenue estimates for 2006 - 2010 are based on the following assumptions. The percentages indicate the expected annual percent change over the prior year, except for interest earnings, which is stated as the projected annual rate of return.

	2006	2007	2008	2009	2010
Property Tax (net of debt service)	Actuals	3.06%	3.87%	0.76%	3.78%
Sales Tax	Actuals	9.73%	3.85%	4.85%	4.85%
Interest Earnings	Actuals	5.00%	5.05%	5.05%	5.05%
All Other	Actuals	Individual Estimates	Individual Estimates	Individual Estimates	Individual Estimates

- (c) The debt service schedule for 2006 - 2010 is based on the following table:
(in millions)

	2006	2007	2008	2009	2010
Debt Service Elements					
Existing Debt Issues	19.03	18.45	16.98	16.97	15.38
Housing Projects			0.54	0.54	0.54
Parking Garage Tunnel			0.38	0.38	0.38
Courthouse Lobby Reserve			0.08	0.08	0.08
NCOB and BAN Interest				0.33	0.33
NIO CX Share				0.13	0.13
KCCF: ISP/ITR				2.63	2.63
KCCF: ITR Project				0.43	0.43
JH 2006 Supplemental				0.68	0.68
ISP/JH 2007 Supplemental				0.33	0.33
Elections Facility				0.90	0.90
Data Center				0.56	0.56
Technology Reserve				0.26	0.52
General Government Reserve				0.65	1.30
Total Debt Service	19.03	18.45	17.98	24.87	24.19

- (d) In the 2005 Adopted Budget, the former Criminal Justice Fund was consolidated into the Current Expense subfund. Those revenues and expenditures are shown separately in this financial plan. A reserve was created in the financial plan to hold unspent fund balance.
- (e) The General Fund financial plan assumes an underexpenditure rate of 2.00% of total expenditures. The 2008 Proposed Budget includes a 1.25% underexpenditure contra in CX operating and CX transfer budget. This will directly budget for assumed underexpenditure levels. A remaining central contra of .75% is being held in the General Fund financial plan, for a total assumption of 2.0% underexpenditure in many operating and CX transfer budgets. This is the same policy as was enacted in prior budgets. A list of agencies exempt or partially exempt from the underexpenditure requirement is provided in footnote (m).
- (f) An amount equal to 25% of the additional .2% sales tax is set aside in the Sales Tax Reserve Fund until it reaches a threshold of \$15 million. This amount is set by County Code and is to be kept in reserve for emergency needs. The 2008 Budget assumes full use of the sales Tax Reserve collections (\$5.6 million) for major maintenance. The Reserve is held steady at \$15 million for 2007-08 by programming all of the excess collection to major maintenance activities during those years.
- (g) An amount equal to 25% of the additional .2% sales tax is set aside in the Children and Family Services Fund. This reserve also includes the Inmate Welfare and the former Criminal Justice fund balances.

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Footnotes

(h) 2007 Adopted Reserves include: Annexation Incentive, Public Health, CJ Reform/Sustainability/Jail Population, Sheriff Blue Ribbon, Homelessness and Children's Health Incentive.

(i) Other Reserves include the following for each of the years (in millions):

	2006 Actuals	2007 Adopted	2007 Revised	2008 Proposed	2009 Projected	2010 Projected
Prepayment						
Loans	(3.800)	(0.300)	(3.800)	(3.800)	(3.800)	(3.800)
Animal Control	(0.503)	(0.450)	(0.503)	(0.322)	(0.322)	(0.322)
Crime Victim Compensation	(0.066)	0.000	(0.066)	(0.066)	(0.066)	(0.066)
Drug Enforcement Program	(0.147)	(0.100)	(0.147)	(0.147)	(0.147)	(0.147)
Anti-Profiteering Program	(0.195)	(0.100)	(0.195)	(0.195)	(0.195)	(0.195)
Dispute Resolution	(0.093)	(0.083)	(0.093)	(0.093)	(0.093)	(0.093)
Sheriff Laptop Replacement	(0.292)	(0.353)	(0.292)	(0.292)	(0.292)	(0.292)
Real Property Title Insurance	(0.025)	(0.025)	(0.025)	(0.025)	(0.025)	(0.025)
Designated for Net Unrealized Gains						
CJ Outyear Mitigation	(3.273)					
Salary & Wage			(1.000)	(1.000)	(1.000)	(1.000)
Transition Fund	(4.681)		(1.400)			
Address	(0.250)		(0.250)			
Data Center					(1.400)	(1.400)
Legislative Reserve				(0.900)	(0.900)	(0.900)
Risk Abatement	(6.800)	(6.000)	(6.000)			
Elections	(1.700)	(2.230)	(2.230)			
LEOFF Medical	(2.000)	(2.000)	(2.000)			
Pension	(8.292)	(5.592)	(5.592)			
Historical Preservation Reserve					(0.105)	(0.210)
FEMA Refund			(0.402)			
Print Shop Reserve					(1.000)	(1.500)
Technology Project Reserve				(3.105)	(3.105)	(3.105)
KCSO FMP				(0.359)	(0.359)	(0.359)
Total "Other" Reserves	(32.117)	(17.234)	(23.995)	(10.305)	(12.810)	(13.415)

(j) 2007 Operating Expenditures

Adopted Budget	(591,047,202)
2006 Carryovers	(11,544,995)
Supplemental Activity	(14,261,759)
Total	(616,853,956)

(k) 2007 CIP/Other Contributions

2006 CIP Carryovers/corrections	(5,972,344)
Major Maintenance/Sales Tax Reserve	(9,744,458)
General Government CIP	(650,413)
OIRM CIP	(4,200,669)
Total	(20,567,884)

(l) 2008 CIP/Other Contributions

Major Maintenance/Sales Tax Reserve	(10,641,518)
General Government CIP	(2,353,232)
OIRM CIP	(494,407)
Parks, Recreation and Acquisition	(333,840)
Public Transportation	(300,000)
Total	(14,122,997)

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Footnotes

(m) Agencies exempt from 2.0% underexpenditure:

Drug Enforcement Forfeits
Antiprofitteering
State Auditor
Special Programs
Salary & Wage Contingency
Executive Contingency
Internal Support
Finance - CX

Agencies partially exempt:

Sheriff
Prosecuting Attorney's Office
District Court
CX Transfers
Dept. of Adult and Juvenile Detention
Public Defense

(n) Expenditure estimate for 2009 - 2010 are based on the following assumptions. The percentages indicate the expected annual percentage change over the previous year.

	2008	2009	2010
Labor	As Proposed	2.98%	2.75%
Benefits	As Proposed	6.35%	5.05%
Services/Other Charges	As Proposed	3.76%	3.51%
All Others	As Proposed	2.88%	2.76%